Saskatchewan
Finance

Saskatchewan

Economic and Financial Position
July, 1984

Hon. Bob Andrew
Minister of Finance

Michael Costello
Deputy Minister
of Finance

Report from the Minister of Finance

I am pleased to present my annual summary report on Saskatchewan's economic and financial position.

This review provides the latest major economic statistics for the 1983 calendar year and the financial results of the government for the fiscal year ended March 31, 1984.

In 1983, the Saskatchewan economy began recovering from the recessionary pressures which were most deeply felt in 1982. The province's Gross Domestic Product rose by 5.2 per cent in 1983 following an increase of 1.1 per cent in 1982.

Despite a successful grain harvest of 20.5 million tonnes, the crop was 9.5 per cent below the record crop of the previous year. There was a 35.4 per cent decline in net farm income in 1983, attributable largely to cost pressures and reduced prices for cattle and hogs. In addition to these pressures on our farmers, the federal government's Crow Rate debate led to uncertainty over the future economic health of the agricultural sector.

While the effects of declining farm income and high interest rates have slowed economic recovery, it is clear that confidence in Saskatchewan's future is high. The value of private and public investment in the province rose by 8.5 per cent in 1983 to $5.1 billion. This reflection of optimism was supported by solid economic performance in a number of areas in 1983. During this period, Saskatchewan's unemployment rate averaged 7.4 per cent. This was the lowest rate of any province in Canada. In 1983, 10,000 jobs were added to the provincial economy, an employment increase of 2.3 per cent. This represented the second largest percentage increase of any province in Canada.

Oil exploration and production were particularly strong in 1983, assisted by royalty changes and other incentives. A record number of wells were drilled, and land sales reached a new high. The value of oil sales increased by 35.2 per cent to $1.6 billion in 1983.

The government's financial results for 1983-84 are a reflection of the economic circumstances of the past year and the approach the government chose to take in dealing with those circumstances. On a combined Consolidated and Heritage Funds basis, revenues reached $2,733.5 million while expenditures were $3,064.3 million. The deficit of $330.8 million was $13.9 million higher than originally estimated, due to a revenue shortfall in areas such as potash and Crown corporation dividends. To deal with this situation, the government contained its expenditure growth to a level approximately $60 million below the level indicated in the 1983-84 budget.

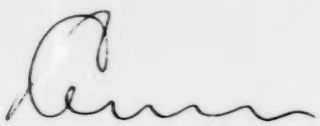
The government's approach to economic development has been to build on the province's strengths and to encourage greater private sector vitality. The 1984-85 budget introduced a number of measures which, when taken together with the government's previous two budgets, will substantially modernize the province's economy and make us more competitive. Under the umbrella of the newly established Saskatchewan Tax Incentives Program, a Livestock Investment Tax Credit and a Venture Capital Tax Credit have been introduced. The Provincial corporate tax levied against manufacturing and processing income earned by Saskatchewan small businesses has been eliminated. Budgets for advanced education and skill training have been substantially expanded, along with a program of welfare reform which will link welfare more closely to skill training and job creation.

The government has pursued a balanced approach in its management and control of the public purse, with a view to preserving the delicate economic recovery. Major tax increases and deep expenditure cuts have been avoided. Instead, a responsible fiscal course of deficit reduction has been initiated, which balances the need for the encouragement of new job opportunities today with the need to modernize our economy and prepare it for the future, while enriching our basic health and education programs.

To achieve these goals, a carefully considered program of spending restraint has been undertaken. In 1984-85, most departments of government, outside of the health,

education and economic development sectors, will receive less money than they received in the previous fiscal year. This will allow funds to be redirected to those key areas. As well, salary scales for public service managers, representing approximately 15 per cent of the civil service, will not be increased this year.

The past two years have been a time of economic challenge in all parts of Canada. The Government of Saskatchewan, in its first three budgets, has squarely faced these realities with a view to finding solutions with a real and lasting impact. I am confident that the foundation that has been laid will help ensure that the economic recovery is sustained, and that all Saskatchewan residents will benefit.



Bob Andrew
Minister of Finance

Economic Highlights

Gross Domestic Product

Saskatchewan's Gross Domestic Product at market prices, which measures the total value of goods and services produced in the province, increased 5.2 per cent between 1982 and 1983.

After adjusting for price changes, Saskatchewan's Real Gross Domestic Product declined by 0.3 per cent in 1983, following a decline of 2.6 per cent in 1982.

These measures of change in Saskatchewan's Real Gross Domestic Product differ from the earlier figures of — 4.6 per cent for 1982 and 1.5 per cent for 1983 presented in the March 1984 Budget Address. There are several reasons for different estimates of growth rates: (a) revisions to data by Statistics Canada and other sources; (b) reallocation of investment expenditures between 1982 and 1983; and, (c) a change in the method of estimating the value of imports into Saskatchewan.

Although estimates of the growth of the Saskatchewan economy in 1983 have been revised, the actual level of provincial Gross Domestic Product, at $15,860 million, remains within one-half of one per cent of the earlier forecast.

Personal Income

Total personal income rose 1.4 per cent between 1982 and 1983.

Wages, salaries and supplementary labour income advanced by 6.3 per cent, and other income, which includes interest and dividends, grew by 4 per cent. These increases were largely offset by a decline in net farm income of 35.4 per cent between 1982 and 1983.

Consumer Prices

The 1983 Consumer Price Index for Regina was 6.4 per cent above its 1982 level. For Saskatoon the corresponding increase in 1983 was 6.3 per cent. The change in the price level for Canada was 5.8 per cent.

Population and Labour Force

Saskatchewan's population on June 1, 1983 was 993,000 compared to 979,000 on June 1, 1982. Statistics Canada estimated that Saskatchewan's population reached one million in December, 1983.

Employment in Saskatchewan increased from 426,000 in 1982 to 436,000 in 1983. The growth in employment was 2.3 per cent, the second largest percentage increase of any province in Canada, and it compares very favourably with a national increase of only 0.8 per cent.

The Saskatchewan labour force grew from 455,000 in 1982 to 470,000 in 1983. The growth of the labour force exceeded the increase in employment, with the result that the number of unemployed persons increased to 35,000.

Saskatchewan's unemployment rate averaged 7.4 per cent during 1983, the lowest of any province in Canada, and well below the national average of 11.9 per cent.

Agriculture

Total production of the six principal grains and oilseeds was 20.5 million tonnes, down 9.5 per cent from the level of 1982 because of dry, hot weather in the latter part of the growing season. However, the quality of the crop was the highest on record, and prices increased by 6 per cent.

Cattle prices fell by 10 per cent during 1983, but there was little change in the volume of sales. Hog marketings increased slightly, but prices fell by 15 per cent.

Net income received by farm operators from farm production declined to $758 million in 1983, a drop of 35.4 per cent.

Minerals

The total value of mineral sales increased by 14.5 per cent to $2.7 billion in 1983. Oil accounted for almost all of the gain, increasing by 35.2 per cent to $1.6 billion. The value of potash sales remained the same, but the value of uranium sales fell 52.2 per cent.

Oil exploration and production were strong in 1983, assisted by royalty changes and other incentives. A record number of wells were drilled, and land sales reached a new high. The volume of oil sales increased to 9.5 million cubic metres.

Manufacturing and Retail Trade

The value of manufacturing shipments increased by 3.5 per cent to $2.4 billion. Retail trade reached $4.3 billion, an increase over 1982 of 5.9 per cent.

Private and Public Investment

The value of private and public investment rose by 8.5 per cent in 1983 to $5.1 billion, but remained below the peak in 1981. Housing starts increased to 7,269, a gain of 6.6 per cent over 1982, but investment growth was modest in other areas of the economy, largely because of high interest rates and declining net farm income.

Saskatchewan Economic Statistics

Calendar Year	1979	1980	1981	1982	1983
Gross Domestic Product — Current Prices — Millions of Dollars					
Personal Expenditures on Goods and Services	5,608	6,211	7,220	7,713	8,267
Government Expenditures on Goods and Services	1,858	2,123	2,482	2,993	3,242
Gross Fixed Capital Formation	3,165	3,388	4,051	3,564	3,819
Value of Physical Change in Inventories					
Non-Farm	51	(12)	126	(268)	10
Farm Inventories and Grain in Commercial Channels	(186)	(566)	350	136	(118)
Exports of Goods and Services	5,258	6,743	6,783	6,794	7,064
Minus: Imports of Goods and Services	4,776	5,251	6,349	6,140	6,553
Total Expenditures	10,979	12,636	14,664	14,792	15,731
Residual Error of Estimate	(7)	275	248	285	129
Gross Domestic Product	10,972	12,911	14,913	15,077	15,860
Annual Rate of Change (Per Cent)	15.1	17.7	15.5	1.1	5.2
Per Capita Gross Domestic Product (Current Dollars)	11,537	13,463	15,404	15,400	15,972
Gross Domestic Product — Millions of Constant 1971 Dollars					
Personal Expenditures on Goods and Services	3,023	3,018	3,157	3,087	3,122
Government Expenditures on Goods and Services	864	867	909	970	969
Gross Fixed Capital Formation	1,511	1,488	1,632	1,337	1,316
Value of Physical Change in Inventories					
Non-Farm	32	(8)	29	(95)	(10)
Farm Inventories and Grain in Commercial Channels	(79)	(178)	100	34	(11)
Exports of Goods and Services	1,693	1,755	1,700	1,776	1,863
Minus: Imports of Goods and Services	2,148	2,086	2,267	1,997	2,095
Total Expenditure	4,896	4,856	5,258	5,112	5,153
Residual Error of Estimate	(3)	106	89	99	42
Gross Domestic Product	4,893	4,961	5,347	5,211	5,195
Annual Rate of Change (Per Cent)	1.4	1.4	7.8	(2.6)	(0.3)
Per Capita Gross Domestic Product (1971 Dollars)	5,145	5,174	5,524	5,323	5,233
Gross Domestic Product at Factor Cost by Industry — Millions of Dollars					
Agriculture	1,712	1,967	2,315	2,459	2,049
Forestry	22	25	26	26	37
Mining	1,027	1,424	1,550	1,189	1,375
Construction	613	687	780	708	824
Total Primary Industries and Construction	3,373	4,104	4,671	4,382	4,284
Manufacturing	646	804	959	957	971
Transportation, Communications, and Storage	819	908	1,006	1,078	1,175
Utilities	256	260	300	365	362
Trade	1,049	1,190	1,411	1,493	1,572
Finance, Insurance, and Real Estate	1,345	1,550	1,797	1,772	2,106
Services	1,686	1,954	2,245	2,497	2,679
Public Administration	887	1,038	1,260	1,571	1,700
Gross Domestic Product at Factor Cost	10,060	11,808	13,647	14,115	14,849
Indirect Taxes Less Subsidies	906	1,378	1,514	1,247	1,140
Residual Error of Estimate	7	(275)	(248)	(285)	(129)
Gross Domestic Product	10,972	12,911	14,913	15,077	15,860
Trade with the Rest of Canada and Abroad — Current Market Prices — Millions of Dollars					
Exports					
Grain	2,163	2,889	2,797	3,053	3,088
Crude Oil	977	1,370	1,264	1,411	1,715
Potash	733	1,010	998	643	687
Manufactured Goods to Rest of Canada	583	657	771	727	752
Other	801	817	953	960	822
Total Exports	5,258	6,743	6,783	6,794	7,064
Imports					
Crude Oil	161	241	294	336	314
Natural Gas	108	120	160	180	183
Manufactured Goods from Canada	1,939	2,125	2,397	2,306	2,512
Other	2,569	2,766	3,498	3,318	3,545
Total Imports	4,776	5,251	6,349	6,140	6,553

Saskatchewan Economic Statistics	1979	1980	1981	1982	1983
Trade with the Rest of Canada and Abroad — Millions of Constant 1971 Dollars					
Exports					
Grain	712	783	734	882	937
Crude Oil	137	139	114	123	144
Potash	289	289	261	206	267
Manufactured Goods to Rest of Canada	261	262	281	250	250
Other	293	283	310	315	265
Total Exports	1,693	1,755	1,700	1,776	1,863
Imports					
Crude Oil	33	39	41	36	29
Natural Gas	10	9	10	10	10
Manufactured Goods from Canada	890	859	880	799	841
Other	1,215	1,179	1,336	1,152	1,215
Total Imports	2,148	2,086	2,267	1,997	2,095
Personal Income — Millions of Dollars					
Wages, Salaries and Supplementary Labour Income	4,482	5,176	5,971	6,540	6,955
Net Income Received by Farm Operators from Farm Production	811	671	1,589	1,174	758
Other Income	2,621	3,065	3,816	4,391	4,565
Total Personal Income	7,914	8,911	11,375	12,106	12,277
Farm Income — Millions of Dollars					
Farm Cash Receipts	3,033	3,289	3,964	4,042	3,994
Income in Kind and Supplementary Payments	36	48	89	43	37
Realized Gross Farm Income	3,069	3,338	4,053	4,085	4,031
Minus: Operating and Depreciation Charges	2,036	2,359	2,859	3,050	3,086
Realized Net Farm Income	1,033	979	1,194	1,035	945
Value of Inventory Change	(220)	(315)	433	133	(181)
Total Net Income of Farm Operators from Farm Production	813	663	1,627	1,167	764
Minus: Amounts Included in Other Components of Gross Domestic Product and Transfers to Persons	19	17	23	5	6
Plus: Inventory Adjustments	17	25	(16)	12	0
Minus: Revisions not yet Incorporated in Provincial Accounts	0	0	0	0	0
Net Income Received by Farm Operators from Farm Production	811	671	1,589	1,174	758
Population and Labour Force — Thousands of Persons					
Population as of June 1	951	959	968	979	993
Labour Force	428	437	446	455	470
Employed	411	417	425	426	436
Unemployed	18	19	21	28	35
Unemployment Rate (Per Cent)	4.2	4.4	4.7	6.2	7.4
Unemployment Rate of Canada (Per Cent)	7.4	7.5	7.5	11.0	11.9
Consumer Price Index — Annual Percentage Change					
Regina	8.4	10.1	11.7	9.0	6.4
Saskatoon	8.9	10.5	11.7	9.0	6.3
Canada	9.2	10.2	12.5	10.8	5.8
Value of Mineral Sales — Millions of Dollars					
Oil	729	864	823	1,192	1,612
Potash	735	1,021	990	631	621
Uranium	258	232	258	251	120
Other	169	191	112	242	298
Total Value of Mineral Sales	1,891	2,308	2,183	2,315	2,651
Volume of Mineral Sales					
Oil — Thousands of Cubic Metres	9,362	9,313	7,409	8,128	9,531
Potash — Thousands of Tonnes	7,074	7,201	6,549	5,309	6,203
Uranium — Thousands of Kilograms	3,255	2,774	3,123	3,213	1,636
Private and Public Investment — Millions of Dollars					
New Capital Investment					
Construction	1,753	1,874	2,192	2,058	2,405
Machinery and Equipment	1,351	1,451	1,835	1,434	1,447
Total New Capital Investment	3,104	3,325	4,027	3,492	3,852
Repair and Maintenance	796	986	1,124	1,178	1,213
Total Private and Public Investment	3,899	4,311	5,151	4,670	5,065
Other					
Value of Manufacturing Shipments — Millions of Dollars	1,863	2,118	2,504	2,382	2,444
Value of Retail Trade — Millions of Dollars	3,202	3,453	3,876	4,042	4,230
Housing Starts — Units	11,742	6,250	5,972	6,822	7,269
Electric Power Generated — Millions of K.W.H.	9,118	9,204	9,683	9,843	10,353

Note: Components may not add to totals due to rounding.

Source: Saskatchewan Bureau of Statistics, Saskatchewan Energy and Mines, Statistics Canada.

Financial Highlights

1983-84 Fiscal Year Preliminary Results

Summary of Fiscal Position

During fiscal year 1983-84, combined Consolidated and Heritage Funds revenues reached $2,733.5 million while expenditures were $3,064.3 million, resulting in a combined deficit of $330.8 million.

Budgetary Transactions

Combined budgetary revenues rose by 1.6 per cent in 1983-84 to $2,733.5 million. Revenue growth from most sources was relatively constrained because the economic recovery was in its early stages. Corporation Income Tax receipts showed strong growth in 1983-84, up 51.4 per cent. This gain was offset by a 17.3 per cent reduction in Individual Income Tax receipts. Revenues from the federal government under Established Programs Financing rose by $100.6 million, offsetting some of the reduction in Individual Income Tax receipts. To a significant extent these fluctuations in revenues reflect the timing of payments under the Federal-Provincial Fiscal Arrangements, and the adjustments to prior years' entitlements which occur from time to time.

Combined budgetary expenditures were $3,064.3 million in 1983-84, a 5 per cent increase over the previous year. This figure is below the 6.9 per cent expenditure increase originally planned in the 1983-84 budget. This improvement resulted from efforts to restrain spending in order to cushion the effects of less than anticipated revenues.

Beyond this, expenditure management in 1983-84 was assisted by a successful public sector wage restraint program. As well, a major reorganization of government departments to improve efficiency and reduce costs was implemented in 1983.

While the government took many steps to control costs, some areas were expanded to deal with structural economic problems and to begin preparing the economy for the future. Expenditures for advanced education and skill training grew by 9.5 per cent. As well, a new Department of Science and Technology was established along with new Research and Development and Agricultural Divisions in the Heritage Fund.

Financing and Debt Management

During 1983-84, the Province arranged $334.3 million in medium and long-term financing to help meet the capital investment requirements of Saskatchewan's Crown corporations. The funds were raised through the issue and sale of Province of Saskatchewan bonds in the Canadian public market ($225 million) and through the Canada Pension Plan Investment Fund ($109.3 million). The Crown corporations which received the proceeds of these issues, and are responsible for the servicing and the repayment of the debt, include the following: Saskatchewan Power Corporation ($198.2 million), Saskatchewan Telecommunications ($22.6 million), Potash Corporation of Saskatchewan ($80 million), Crown Investments Corporation of Saskatchewan ($20 million) and the Agricultural Credit Corporation of Saskatchewan ($13.5 million).

To finance the budgetary deficit and increased working capital requirements of the government, the Province borrowed $490 million in 1983-84. Of this amount, $125 million was raised through a Canadian public market five-year debenture issue while Treasury Bills and Promissory Notes outstanding increased by $365 million.

Contributions to the sinking funds managed by the Province totalled $24.2 million in 1983-84, of which $23.6 million was made by Crown corporations in respect of debt incurred for the purposes of Crown corporations and $0.6 million was made by the Province in respect of debt issued for the purposes of government. Debt redemptions, other than short-term, amounted to $125.6 million in 1983-84 of which $74 million was paid out of sinking funds.

Credit Rating

During 1983-84, the Province's credit rating was confirmed by bond rating agencies as one of the best in Canadian and world capital markets. The Province is currently rated AA (high) by the Canadian Bond Rating Service, AA1 by Moody's Investors Service and AA+ by Standard and Poor's Corporation.

Assets, Liabilities and Equity

Total assets of the Consolidated Fund were $4,267.2 million at March 31, 1984, of which $3,993.5 million represented loans to Saskatchewan Crown corporations. Total assets of the Saskatchewan Heritage Fund amounted to $1,421.3 million on March 31, 1984. Current assets of the Heritage Fund were $321.7 million while loans and investments in Crown corporations totalled $925.9 million. On a combined basis, total assets were $5,266.4 million at March 31, 1984.

Gross debt of the Province as at March 31, 1984 was $5,088 million. Approximately 80 per cent of the gross debt has been incurred to finance the capital investments of Saskatchewan's Crown corporations. Saskatchewan Power Corporation and Saskatchewan Telecommunications are charged with approximately 35.2 per cent and 13.2 per cent respectively, of the Province's gross debt liability at March 31, 1984. About 74.4 per cent of the Province's gross debt at March 31, 1984 was denominated in Canadian dollars, while 25.6 per cent was in U.S. dollars.

The sinking funds available for debt redemption totalled $310.7 million at March 31, 1984. The Crown corporations' equity in sinking funds amounted to $285.4 million while the Province's equity in sinking funds totalled $25.3 million.

At March 31, 1984, the combined equity of the Province in the Consolidated Fund and the Saskatchewan Heritage Fund was $365 million.

1984-85 Budget Estimates

In 1984-85, it is estimated that on a combined Consolidated and Heritage Funds basis, revenues will reach $3,011.7 million, with expenditures of $3,278.9 million, producing a budgetary deficit of $267.2 million. At this level, the deficit will be approximately 20 per cent lower than the level achieved in 1983-84.

The improved fiscal situation is expected to occur through stronger across-the-board revenue growth, and a continuation of rigorous expenditure management.

In 1984-85, expenditures are estimated to increase 4.9 per cent. This is the lowest rate of increase in Saskatchewan's government spending in the last 18 years.

The expenditure plan represents a fair balance between the need for restraint and the need to protect essential and wealth-producing programs. On average, 26 out of 36 government departments will receive less money in 1984-85 than they received in 1983-84. This level of restraint will allow an expenditure increase of over 30 per cent to departments involved in economic development, and improvements to the province's health and education system.

To further enhance the economic development thrusts of the 1984-85 budget, a number of additional measures have been taken. Under the umbrella of the newly established Saskatchewan Tax Incentives Program, a Livestock Investment Tax Credit and a Venture Capital Tax Credit have been introduced.

Effective January 1, 1984, the Provincial corporate tax levied against manufacturing and processing income earned by Saskatchewan small businesses was eliminated.

During 1984-85, two new investment vehicles will be introduced to allow Saskatchewan residents to invest in the province's Crown corporation sector. First, fixed-rate Saskatchewan Power Savings Bonds are being offered with their value guaranteed by the Province. Secondly, participation bonds will be offered for the Saskatchewan Oil and Gas Corporation. These bonds will offer a lower rate of interest coupled with an opportunity to share in the profits of the firm.

The capital financing program for 1984-85 is estimated at $1,075.9 million of which $808.7 million will go to help finance the capital investments of the Crown corporations and $267.2 million will be used to finance the budget deficit.

The Crown corporation financing requirement is expected to be raised through the issue and sale of $698.7 million medium and long-term Province of Saskatchewan bonds in various public and private capital markets and $110 million from the Canada Pension Plan Investment Fund. Funding for the deficit is expected to involve money market instruments and Province of Saskatchewan bonds with a maturity of five years or less.

Province of Saskatchewan
Statement of Combined Financial Position
(Consolidated Fund and Saskatchewan Heritage Fund)

As at March 31
(Thousands of Dollars)

	1980	1981	1982	1983	Preliminary 1984
Assets					
Consolidated Fund					
Current Assets	$ 92,672	$ 241,564	$ 201,513	$ 92,067	$ 299,054
Investments in Crown Corporations:					
Crown Investments Corporation of Saskatchewan	6,000	6,000	—	—	—
Saskatchewan Housing Corporation	7,516	7,516	7,516	11,173	—
Advance to the Agricultural Division of the Saskatchewan Heritage Fund★★★★	—	—	—	—	184,436
Loans to Crown Corporations:					
Agricultural Credit Corporation of Saskatchewan★	74,292	102,892	135,892	156,326	169,843
Crown Investments Corporation of Saskatchewan	176,263	226,263	311,263	386,263	406,263
Potash Corporation of Saskatchewan	75,000	75,000	125,000	200,000	255,000
Saskatchewan Economic Development Corporation	60,147	60,147	48,147	48,147	48,147
Saskatchewan Housing Corporation	157,587	186,116	227,763	307,913	307,913
Saskatchewan Land Bank Commission★★★★	109,936	139,936	174,936	184,436	—
Saskatchewan Mining Development Corporation	—	—	150,000	302,663	302,663
Saskatchewan Oil and Gas Corporation	25,000	25,000	25,000	25,000	25,000
Saskatchewan Power Corporation	939,036	975,371	1,292,177	1,653,975	1,792,162
Saskatchewan Telecommunications	445,050	470,050	592,019	690,224	671,671
Saskatchewan Universities Commission★★	1,740	1,740	1,740	1,740	—
Saskatchewan Water Supply Board	14,876	14,876	14,876	14,876	14,876
Less: Crown Corporation Equity in Sinking Funds	200,623	232,247	273,263	297,810	285,406
Working Capital Advances★★★	136,198	149,635	164,294	—	—
Other Assets	24,770	26,015	30,907	59,581	75,579
Total Consolidated Fund Assets	$2,145,460	$2,475,875	$3,229,780	$3,836,574	$4,267,201
Saskatchewan Heritage Fund					
Current Assets	$ 195,183	$ 285,824	$ 215,075	$ 260,289	$ 321,666
Investments in Crown Corporations:					
Crown Investments Corporation of Saskatchewan	9,976	9,976	109,976	109,976	109,976
Potash Corporation of Saskatchewan	418,554	418,554	418,554	418,554	418,554
Saskatchewan Mining Development Corporation	118,700	168,700	218,700	218,700	218,700
Saskatchewan Oil and Gas Corporation	—	28,800	63,500	91,500	91,500
Investment in Agricultural Land and Related Assets★★★★	—	—	—	—	166,184
Loans to Crown Corporations:					
Potash Corporation of Saskatchewan	33,400	33,400	33,400	33,400	33,400
Saskatchewan Grain Car Corporation	—	55,000	53,166	51,333	51,333
Saskatchewan Housing Corporation	—	—	8,000	8,000	—
Saskatchewan Municipal Financing Corporation	—	—	10,000	10,000	—
Saskatchewan Power Corporation	1,818	2,133	3,254	2,448	2,448
Other Assets	—	—	—	—	7,553
Total Saskatchewan Heritage Fund Assets	$ 777,631	$1,002,387	$1,133,625	$1,204,200	$1,421,314
Eliminate: Inter-Fund Assets★★★★★	$ 151,309	$ 210,823	$ 132,163	$ 180,213	$ 422,094
Total Combined Assets	$2,771,782	$3,267,439	$4,231,242	$4,860,561	$5,266,421

★ *The Saskatchewan FarmStart Corporation has been continued as the Agricultural Credit Corporation of Saskatchewan pursuant to The Agricultural Credit Corporation of Saskatchewan Act.*

★★ *The Saskatchewan Universities Commission was dissolved in 1983-84. $1,740,000 previously recoverable from the Commission, is now recoverable from the University of Saskatchewan and is included in Other Assets.*

★★★ *Effective April 1, 1982, the accounting policy regarding Working Capital Advances changed. The balance of Working Capital Advances at that date was written off to Equity or transferred to Other Assets in 1982-83.*

★★★★ *The assets and related liabilities of the former Saskatchewan Land Bank Commission were transferred to the Agricultural Division of the Saskatchewan Heritage Fund in 1983-84.*

★★★★★ *Certain assets reported are the result of inter-fund financial transactions. To avoid double counting, these amounts are eliminated to derive Total Combined Assets. As at March 31, 1984 the inter-fund assets include: (in thousands of dollars)*
— Advance to the Agricultural Division $184,436
— Current Assets of the Saskatchewan Heritage Fund held on deposit in the Consolidated Fund $237,658
For the years 1983 and prior, the inter-fund assets include only current assets of the Saskatchewan Heritage Fund held in the Consolidated Fund.

Province of Saskatchewan
Statement of Combined Financial Position
(Consolidated Fund and Saskatchewan Heritage Fund)

As at March 31
(Thousands of Dollars)

	1980	1981	1982	1983	Preliminary 1984
Liabilities and Province's Equity					
Liabilities					
Consolidated Fund					
Promissory Notes	$ —	$ 92,000	$ 113,000	$ 50,000	$ 297,000
Treasury Bills	142,274	141,711	140,446	333,524	451,500
Debentures	2,102,141	2,298,229	3,120,614	3,994,455	4,339,483
Gross Debt	$2,244,415	$2,531,940	$3,374,060	$4,377,979	$5,087,983
Less: Total Equity in Sinking Funds	214,355	245,126	287,851	314,595	310,677
Net Public Debt Outstanding	$2,030,060	$2,286,814	$3,086,209	$4,063,384	$4,777,306
Due to Other Crown Entities★	172,837	234,613	179,836	231,088	355,143
Other Liabilities★★	3,048	5,266	5,482	34,729	6,608
Total Consolidated Fund Liabilities	$2,205,945	$2,526,693	$3,271,527	$4,329,201	$5,139,057
Saskatchewan Heritage Fund					
Advance from the Consolidated Fund★★★	$ —	$ —	$ —	$ —	$ 184,436
Other Liabilities	—	—	—	—	38
Total Heritage Fund Liabilities	$ —	$ —	$ —	$ —	$ 184,474
Eliminate: Inter-Fund Liabilities★★★★	$ 151,309	$ 210,823	$ 132,163	$ 180,213	$ 422,094
Total Combined Liabilities	$2,054,636	$2,315,870	$3,139,364	$4,148,988	$4,901,437
Province's Equity					
Consolidated Fund	$ (60,485)	$ (50,818)	$ (41,746)	$ (492,627)	$ (871,856)
Saskatchewan Heritage Fund	777,631	1,002,387	1,133,624	1,204,200	1,236,840
Total Combined Province's Equity	$ 717,146	$ 951,569	$1,091,878	$ 711,573	$ 364,984
Total Combined Liabilities and Province's Equity	$2,771,782	$3,267,439	$4,231,242	$4,860,561	$5,266,421
Guaranteed Debt	$ 188,514	$ 206,973	$ 230,183	$ 268,642	$ 361,488

Province of Saskatchewan
Statement of Combined Equity
(Consolidated Fund and Saskatchewan Heritage Fund)

As at March 31
(Thousands of Dollars)

	1980	1981	1982	1983	Preliminary 1984
Total Combined Budgetary Revenue	$2,030,223	$2,406,163	$2,663,702	$2,691,126	$2,733,530
Total Combined Budgetary Expenditure	1,918,610	2,173,119	2,524,494	2,918,301	3,064,347
Excess of Total Combined Budgetary Revenue over Total Combined Budgetary Expenditure	$ 111,613	$ 233,044	$ 139,208	$ (227,175)	$ (330,817)
Equity, Beginning of Year	607,525	717,146	951,569	1,091,878	711,573
Equity Adjustments★★★★★	(1,992)	1,380	1,101	(153,130)	(15,772)
Equity, End of Year	$ 717,146	$ 951,569	$1,091,878	$ 711,573	$ 364,984

★ *Other Crown Entities include: Community Capital Fund, Saskatchewan Heritage Fund, Market Development Fund, Saskatchewan Liquor Board, Saskatchewan Diamond Jubilee Corporation, Saskatchewan Hospital Services Fund, Saskatchewan Medical Care Insurance Fund, Saskatchewan Cancer Foundation and the Special Projects Fund.*

★★ *At March 31, 1983, $30 million was payable to the Special Projects Fund.*

★★★ *The assets and related liabilities of the former Saskatchewan Land Bank Commission were transferred to the Agricultural Division of the Saskatchewan Heritage Fund in 1983-84.*

★★★★ *Certain liabilities reported are the result of inter-fund financial transactions. To avoid double counting, these amounts are eliminated to derive Total Combined Liabilities. As at March 31, 1984 the inter-fund liabilities include: (in thousands of dollars)*
— Advance to the Agricultural Division $184,436
— Current Assets of the Saskatchewan Heritage Fund held on deposit in the Consolidated Fund $237,658
For the years 1983 and prior, the inter-fund liabilities include only current assets of the Saskatchewan Heritage Fund held in the Consolidated Fund.

★★★★★ *Effective April 1, 1982, the accounting policy regarding Working Capital Advances changed. The balance of Working Capital Advances at that date was written off to Equity or transferred to Other Assets in 1982-83.*

Province of Saskatchewan
Statement of Combined Budgetary Revenue
(Consolidated Fund and Saskatchewan Heritage Fund)

For the Year Ended March 31
(Thousands of Dollars)

	1980	1981	1982	1983	Preliminary 1984
Consolidated Fund					
Provincial Taxes					
Corporation Capital	$ —	$ 9,802	$ 19,522	$ 24,222	$ 28,985
Corporation Income	92,278	128,152	93,111	87,311	132,205
Fuel	86,815	98,516	120,686	15,046	13,593
Individual Income	313,375	392,859	511,684	683,223	565,076
Sales	246,237	300,475	317,102	312,005	340,325
Tobacco	23,725	29,395	30,594	35,421	48,823
Other Taxes	16,340	16,779	19,291	20,672	26,271
Receipts from Government Enterprises and Funds					
Crown Investments Corporation of Saskatchewan	24,000	—	—	—	—
Saskatchewan Heritage Fund	338,000	447,000	585,000	675,000	665,000
Saskatchewan Liquor Board	69,000	70,000	49,000	110,000	79,000
Other	30,780	5,937	7,626	6,930	5,510
Other Own Source Revenues					
Fines, Forfeits, and Penalties	6,175	6,576	6,317	6,079	7,381
Interest, Premium, Discount, and Exchange	22,430	14,493	7,676	7,914	8,660
Lands, Forest, Game, Fur, Fisheries, and Water	15,683	17,052	18,950	19,867	9,956
Motor Vehicles	36,672	42,611	41,590	45,314	54,187
Other Privileges, Licences, and Permits	4,626	5,323	5,591	5,866	7,433
Sales, Services, and Service Fees	23,228	25,827	27,139	28,796	34,593
Other Revenue	24,630	19,334	19,436	23,146	20,658
Receipts from Other Governments					
Canada Assistance Plan	59,765	72,246	86,761	123,257	139,766
Department of Regional Economic Expansion	12,620	21,515	21,389	5,158	6,900
Equalization Payments	41,622	22,299	110,053	(31,837)	(22,913)
Established Programs Financing	244,265	262,749	274,854	272,018	372,648
Statutory Subsidy	2,140	2,137	2,159	2,141	2,160
Other Federal-Provincial Programs	44,317	39,268	34,030	37,567	53,346
Other Receipts from Other Governments	4,989	6,107	6,248	8,687	5,931
Total Consolidated Fund Budgetary Revenue	$1,783,712	$2,056,452	$2,415,809	$2,523,803	$2,605,494
Saskatchewan Heritage Fund					
Non-Renewable Resource Revenue					
Coal	$ 3,797	$ 5,081	$ 7,937	$ 10,988	$ 15,775
Natural Gas	656	689	671	1,010	4,595
Oil	396,400	482,712	532,712	700,282	684,534
Potash	161,810	280,264	185,000	36,871	39,702
Sodium Sulphate	1,044	1,385	1,550	1,618	1,696
Uranium	14,884	15,015	29,933	24,403	11,117
Other Non-Renewable Resources	876	2,437	880	619	598
Agricultural Lands Revenue	—	—	—	—	20,335
Investment Revenue					
Interest	5,044	9,128	24,210	24,532	14,684
Dividend from Potash Corporation of Saskatchewan	—	—	50,000	42,000	—
Total Saskatchewan Heritage Fund Budgetary Revenue	$ 584,511	$ 796,711	$ 832,893	$ 842,323	$ 793,036
Eliminate: Saskatchewan Heritage Fund Dividend to Consolidated Fund★	$ 338,000	$ 447,000	$ 585,000	$ 675,000	$ 665,000
Total Combined Budgetary Revenue	$2,030,223	$2,406,163	$2,663,702	$2,691,126	$2,733,530

★ *The Saskatchewan Heritage Fund pays a yearly dividend to the Consolidated Fund. To avoid double counting, this dividend must be eliminated to arrive at Total Combined Budgetary Revenue.*

Province of Saskatchewan
Statement of Combined Budgetary Expenditure
(Consolidated Fund and Saskatchewan Heritage Fund)

For the Year Ended March 31
(Thousands of Dollars)

	1980	1981	1982	1983	Preliminary 1984
Consolidated Fund					
Agriculture	$ 50,403	$ 57,620	$ 76,059	$ 86,131	$ 76,900
Education and Manpower	401,431	446,974	499,637	589,300	645,196
Health	474,779	540,275	614,124	728,704	960,565
Highways	156,017	159,736	178,460	191,765	214,420
Justice	40,385	47,382	54,027	67,345	102,954
Parks and Renewable Resources	26,468	32,474	37,200	52,701	55,469
Social Services	211,133	239,466	319,070	443,552	302,359
Supply and Services	53,750	56,593	60,984	66,377	85,044
Urban Affairs and Rural Development	170,991	179,463	201,174	235,681	257,546
Other	235,850	266,482	323,767	318,342	225,645
Interest on Public Debt — Government Share	24,586	21,699	43,337	41,655	56,513
Total Consolidated Fund Budgetary Expenditure	$1,845,793	$2,048,164	$2,407,839	$2,821,553	$2,982,611
Saskatchewan Heritage Fund					
Dividend to Consolidated Fund	$ 338,000	$ 447,000	$ 585,000	$ 675,000	$ 665,000
Provincial Development Expenditures:					
Agriculture	—	99	8	—	30
Education and Manpower	8,725	13,500	12,300	2,290	1,400
Health	1,025	2,914	3,824	4,224	4,243
Highways	2,090	8,552	13,014	—	—
Parks and Renewable Resources	452	2,364	1,114	533	—
Supply and Services	914	4,636	1,426	4,095	5,140
Urban Affairs and Rural Development	—	11,599	17,517	21,146	14,969
Other	6,882	6,192	4,335	271	—
Grants for Petroleum and Natural Gas Exploration Conservation and Development	41,927	60,490	60,200	57,820	35,000
Canada-Saskatchewan Heavy Oil Agreement Grants	5,698	1,852	—	484	1,896
Canada-Saskatchewan Heavy Oil and Fossil Fuel Projects	—	—	—	—	1,309
Canada-Saskatchewan Renewable Energy and Energy Conservation Demonstration Agreement Projects	--	711	540	1,548	1,048
Payment of Interest Rebates under the Farm Purchase Program	—	—	—	—	4,190
Payment to Cover the Deficiency of Land Bank Lease Fees in Meeting Interest Costs Owing on Transferred Land Bank Land	—	—	—	—	9,107
Other	5,104	12,046	2,377	4,337	3,404
Total Saskatchewan Heritage Fund Budgetary Expenditure	$ 410,817	$ 571,955	$ 701,655	$ 771,748	$ 746,736
Eliminate: Saskatchewan Heritage Fund Dividend to Consolidated Fund★	$ 338,000	$ 447,000	$ 585,000	$ 675,000	$ 665,000
Total Combined Budgetary Expenditure	$1,918,610	$2,173,119	$2,524,494	$2,918,301	$3,064,347
Nature of Expenditure					
Ordinary	$1,677,575	$1,909,646	$2,245,427	$2,629,012	$2,826,096
Capital	241,035	263,473	279,067	289,289	238,251
Total Combined Budgetary Expenditure	$1,918,610	$2,173,119	$2,524,494	$2,918,301	$3,064,347

★ *The Saskatchewan Heritage Fund pays a yearly dividend to the Consolidated Fund. To avoid double counting, this dividend must be eliminated to arrive at Total Combined Budgetary Expenditure.*

Province of Saskatchewan
Statement of Combined Non-Budgetary Transactions
(Consolidated Fund and Saskatchewan Heritage Fund)

For the Year Ended March 31
(Thousands of Dollars)

	1980	1981	1982	1983	Preliminary 1984
Receipts					
Consolidated Fund					
Repayment of Loans, Advances, and Investments in Crown Corporations:					
Crown Investments Corporation of Saskatchewan	$ —	$ —	$ 21,000	$ —	$ —
Potash Corporation of Saskatchewan	—	—	25,000	25,000	25,000
Saskatchewan Economic Development Corporation	4,500	—	12,000	—	—
Saskatchewan Housing Corporation	—	—	—	—	11,174
Saskatchewan Power Corporation	40,685	13,665	8,194	34,655	59,982
Saskatchewan Telecommunications	18,875	—	3,031	1,795	41,194
Saskatchewan Water Supply Board	1,000	—	—	—	—
Total Repayment of Loans, Advances, and Investments in Crown Corporations	$ 65,060	$ 13,665	$ 69,225	$ 61,450	$ 137,350
Proceeds from Sinking Funds	$ 67,142	$ 17,270	$ 7,543	$ 30,112	$ 74,024
Crown Corporation Contributions to Sinking Funds	22,258	22,696	22,277	21,587	23,601
Other Receipts	5,005	2,231	228	2,055	2,777
Total Consolidated Fund Receipts	$ 159,465	$ 55,862	$ 99,273	$ 115,204	$ 237,752
Saskatchewan Heritage Fund					
Repayment of Loans to Crown Corporations:					
Saskatchewan Grain Car Corporation	$ —	$ —	$ 1,834	$ 1,833	$ —
Saskatchewan Housing Corporation	—	—	—	—	8,000
Saskatchewan Municipal Financing Corporation	—	—	—	—	10,000
Saskatchewan Power Corporation	622	985	1,379	806	—
Total Repayment of Loans to Crown Corporations	$ 622	$ 985	$ 3,213	$ 2,639	$ 18,000
Proceeds From Agricultural Land and Related Assets	$ —	$ —	$ —	$ —	$ 2,371
Total Saskatchewan Heritage Fund Receipts	$ 622	$ 985	$ 3,213	$ 2,639	$ 20,371
Total Combined Receipts	$ 160,087	$ 56,847	$ 102,486	$ 117,843	$ 258,123

Province of Saskatchewan
Statement of Combined Non-Budgetary Transactions (Continued)
(Consolidated Fund and Saskatchewan Heritage Fund)

For the Year Ended March 31
(Thousands of Dollars)

	1980	1981	1982	1983	Preliminary 1984
Disbursements					
Consolidated Fund					
Loans, Advances, and Investments in Crown Corporations:					
Crown Investments Corporation of Saskatchewan	$ 16,205	$ 50,000	$ 100,000	$ 75,000	$ 20,000
Agricultural Credit Corporation of Saskatchewan★	—	28,600	33,000	20,434	13,517
Potash Corporation of Saskatchewan	—	—	75,000	100,000	80,000
Saskatchewan Housing Corporation	46,140	28,529	41,647	80,150	—
Saskatchewan Land Bank Commission	20,000	30,000	35,000	9,500	—
Saskatchewan Mining Development Corporation	—	—	150,000	152,663	—
Saskatchewan Power Corporation	60,000	50,000	325,000	396,452	198,170
Saskatchewan Telecommunications	40,000	25,000	125,000	100,000	22,641
Total Loans, Advances, and Investments in Crown Corporations	$ 182,345	$ 212,129	$ 884,647	$ 934,199	$ 334,328
Other Loans and Advances — Net of Receipts	$ (2,714)	$ (1,117)	$ 1,264	$ 146	$ (1,322)
Other Crown Entities — Net of Receipts	(61,385)	(61,776)	54,777	(51,251)	(124,055)
Sinking Fund Payments	22,946	23,384	22,815	22,125	24,198
Sinking Funds Applied on Redemptions	64,557	14,322	7,543	30,112	74,024
Other Disbursements	28,690	15,840	18,371	25,486	46,073
Total Consolidated Fund Disbursements	$ 234,439	$ 202,782	$ 989,417	$ 960,817	$ 353,246
Saskatchewan Heritage Fund					
Investments in Crown Corporations:					
Crown Investments Corporation of Saskatchewan	$ —	$ —	$ 100,000	$ —	$ —
Saskatchewan Mining Development Corporation	78,700	50,000	50,000	—	—
Saskatchewan Oil and Gas Corporation	—	28,800	34,700	28,000	—
Loans to Crown Corporations:					
Potash Corporation of Saskatchewan	13,400	—	—	—	—
Saskatchewan Grain Car Corporation	—	55,000	—	—	—
Saskatchewan Housing Corporation	—	—	8,000	—	—
Saskatchewan Municipal Financing Corporation	—	—	10,000	—	—
Saskatchewan Power Corporation	1,300	1,300	2,500	—	—
Total Loans and Investments in Crown Corporations	$ 93,400	$ 135,100	$ 205,200	$ 28,000	$ —
Other Disbursements	$ —	$ —	$ —	$ —	$ 5,294
Total Saskatchewan Heritage Fund Disbursements	$ 93,400	$ 135,100	$ 205,200	$ 28,000	$ 5,294
Eliminate: Increase in Amount Due from Consolidated Fund to Saskatchewan Heritage Fund★★	$ 75,872	$ 59,513	$ (78,660)	$ 48,050	$ 57,445
Total Combined Disbursements	$ 403,711	$ 397,395	$1,115,957	$1,036,867	$ 415,985
Excess of Combined Receipts Over Disbursements	$ (243,624)	$ (340,548)	$(1,013,471)	$ (919,024)	$ (157,862)

★ *The Saskatchewan FarmStart Corporation has been continued as the Agricultural Credit Corporation of Saskatchewan pursuant to The Agricultural Credit Corporation of Saskatchewan Act.*

★★ *A portion of the Current Assets of the Saskatchewan Heritage Fund is held on deposit in the Consolidated Fund. To avoid double counting, the increase in the amount due from the Consolidated Fund must be eliminated to arrive at the Excess of Combined Receipts Over Disbursements.*

Province of Saskatchewan
Statement of Combined Financing Activities
(Consolidated Fund and Saskatchewan Heritage Fund)

For the Year Ended March 31
(Thousands of Dollars)

	1980	1981	1982	1983	Preliminary 1984
Budgetary Transactions					
Consolidated Fund					
Revenue	$1,783,712	$2,056,452	$ 2,415,809	$ 2,523,803	$2,605,494
Expenditure	1,845,793	2,048,164	2,407,839	2,821,553	2,982,611
Excess of Revenue Over Expenditure	$ (62,081)	$ 8,288	$ 7,970	$ (297,750)	$ (377,117)
Saskatchewan Heritage Fund					
Revenue	$ 584,511	$ 796,711	$ 832,893	$ 842,323	$ 793,036
Expenditure	410,817	571,955	701,655	771,748	746,736
Excess of Revenue Over Expenditure	$ 173,694	$ 224,756	$ 131,238	$ 70,575	$ 46,300
Excess of Combined Revenue Over Expenditure	$ 111,613	$ 233,044	$ 139,208	$ (227,175)	$ (330,817)
Non-Budgetary Transactions					
Consolidated Fund					
Receipts	$ 159,465	$ 55,862	$ 99,273	$ 115,204	$ 237,752
Disbursements	234,439	202,782	989,417	960,817	353,246
Excess of Receipts Over Disbursements	$ (74,974)	$ (146,920)	$ (890,144)	$ (845,613)	$ (115,494)
Saskatchewan Heritage Fund					
Receipts	$ 622	$ 985	$ 3,213	$ 2,639	$ 20,371
Disbursements	93,400	135,100	205,200	28,000	5,294
Excess of Receipts Over Disbursements	$ (92,778)	$ (134,115)	$ (201,987)	$ (25,361)	$ 15,077
Eliminate: Increase in Amount Due from Consolidated Fund to Saskatchewan Heritage Fund★	$ 75,872	$ 59,513	$ (78,660)	$ 48,050	$ 57,445
Excess of Combined Receipts Over Disbursements	$ (243,624)	$ (340,548)	$(1,013,471)	$ (919,024)	$ (157,862)
Less: Payable to Special Projects Fund★★	$ —	$ —	$ —	$ 30,000	$ —
Cash Requirement	$ (132,011)	$ (107,504)	$ (874,263)	$(1,116,199)	$ (488,679)
Financing					
Consolidated Fund					
Public Borrowing:					
Increase in Treasury Bills and Promissory Notes	$ 64,937	$ 91,437	$ 19,735	$ 130,077	$ 364,976
Proceeds from Debentures	182,345	213,307	885,762	935,565	460,203
Less: Repayment of Debentures	120,798	17,219	63,376	61,724	125,581
Net Public Borrowing	$ 126,484	$ 287,525	$ 842,122	$ 1,003,918	$ 699,598
Less: Increase in Current Assets	$ (10,571)	$ 148,893	$ (40,052)	$ (109,445)	$ 206,987
Financing for Consolidated Fund	$ 137,055	$ 138,632	$ 882,174	$ 1,113,363	$ 492,611
Saskatchewan Heritage Fund					
Less: Increase in Current Assets	$ 80,916	$ 90,641	$ (70,749)	$ 45,214	$ 61,377
Eliminate: Increase in Amount Due from Consolidated Fund to Saskatchewan Heritage Fund★	$ 75,872	$ 59,513	$ (78,660)	$ 48,050	$ 57,445
Total Combined Financing	$ 132,011	$ 107,504	$ 874,263	$ 1,116,199	$ 488,679

★ *A portion of the Current Assets of the Saskatchewan Heritage Fund is held on deposit in the Consolidated Fund. To avoid double counting, the increase in the amount due from the Consolidated Fund must be eliminated to arrive at the Excess of Combined Receipts Over Disbursements and the Total Combined Financing.*

★★ *The Special Projects Fund Act required that a $30 million charge be recorded as a budgetary expenditure of 1982-83 although the payment was not made until 1983-84. Accordingly, while the amount is reported as a budgetary expenditure, no cash was required to finance the transaction during 1982-83. The actual payment was made in 1983-84 and is reported as a non-budgetary disbursement.*

Province of Saskatchewan
Total Debt of the Province

As at March 31
(Thousands of Dollars)

	1980	1981	1982	1983	Preliminary 1984
Promissory Notes (for the purpose of)					
Government of Saskatchewan	$ —	$ 92,000	$ 113,000	$ 50,000	$ 297,000
Treasury Bills (for the purpose of)					
Crown Corporations★	$ 12,274	$ 11,711	$ 10,446	$ 8,524	$ 6,500
Government of Saskatchewan	130,000	130,000	130,000	325,000	445,000
Total Treasury Bills	$ 142,274	$ 141,711	$ 140,446	$ 333,524	$ 451,500
Debentures (for the purpose of)					
Crown Corporations★	$2,064,913	$2,263,940	$3,086,627	$3,961,298	$3,987,038
Government of Saskatchewan	25,707	22,690	22,690	20,950	340,254
Other★★	11,521	11,599	11,297	12,207	12,191
Total Debentures	$2,102,141	$2,298,229	$3,120,614	$3,994,455	$4,339,483
Gross Debt	$2,244,415	$2,531,940	$3,374,060	$4,377,979	$5,087,983
Less: **Equity in Sinking Funds** (for the purpose of)					
Crown Corporations	$ 200,623	$ 232,247	$ 273,263	$ 297,810	$ 285,406
Government of Saskatchewan	13,732	12,879	14,588	16,785	25,271
Total Equity in Sinking Funds	$ 214,355	$ 245,126	$ 287,851	$ 314,595	$ 310,677
Net Debt	$2,030,060	$2,286,814	$3,086,209	$4,063,384	$4,777,306
Guaranteed Debt★★★	188,514	206,973	230,183	268,642	361,488
Total Debt of the Province	$2,218,574	$2,493,787	$3,316,392	$4,332,026	$5,138,794

★ *These enterprises are responsible for the repayment of interest and principal.*

★★ *These obligations represent monies loaned to the Province by the federal government with the understanding that the monies would be reloaned to Saskatchewan municipalities under identical conditions, and amounts reimbursable from the University of Saskatchewan.*

★★★ *Applies to government portion only.*

Province of Saskatchewan
Gross Debt By Allocation

As at March 31
(Thousands of Dollars)

	1980	1981	1982	1983	Preliminary 1984
Reimbursable Debt					
Crown Corporations					
Agricultural Credit Corporation of Saskatchewan★	$ 74,292	$ 102,892	$ 135,892	$ 156,326	$ 169,843
Crown Investments Corporation of Saskatchewan	176,263	226,263	274,879	349,879	369,879
Potash Corporation of Saskatchewan	75,000	75,000	125,000	200,000	255,000
Saskatchewan Economic Development Corporation	60,147	60,147	84,531	84,531	84,531
Saskatchewan Housing Corporation	157,587	186,116	227,763	307,913	307,913
Saskatchewan Land Bank Commission★★	109,936	139,936	174,936	184,436	—
Saskatchewan Mining Development Corporation	—	—	150,000	302,662	302,663
Saskatchewan Oil and Gas Corporation	25,000	25,000	25,000	25,000	25,000
Saskatchewan Power Corporation	939,036	975,371	1,292,177	1,653,975	1,792,162
Saskatchewan Telecommunications	445,050	470,050	592,019	690,224	671,671
Saskatchewan Water Supply Board	14,876	14,876	14,876	14,876	14,876
Total Crown Corporations	$2,077,187	$2,275,651	$3,097,073	$3,969,822	$3,993,538
Other					
Agricultural Service Centre Agreements	$ 5,411	$ 6,253	$ 6,639	$ 6,449	$ 6,542
Federal-Provincial Employment Loans Program	1,190	1,120	1,044	964	878
Municipal Development Loan Fund	4,920	4,226	3,614	3,054	2,508
Saskatchewan Universities Commission★★★	1,740	1,740	1,740	1,740	—
University of Saskatchewan	—	—	—	—	2,263
Total Other	$ 13,261	$ 13,339	$ 13,037	$ 12,207	$ 12,191
Total Reimbursable Debt	$2,090,448	$2,288,990	$3,110,110	$3,982,029	$4,005,729
Non-Reimbursable Debt					
Government of Saskatchewan★★	$ 153,967	$ 242,950	$ 263,950	$ 395,950	$1,082,254
Gross Debt	$2,244,415	$2,531,940	$3,374,060	$4,377,979	$5,087,983

★ *The Saskatchewan FarmStart Corporation has been continued as the Agricultural Credit Corporation of Saskatchewan pursuant to The Agricultural Credit Corporation of Saskatchewan Act.*

★★ *During 1983-84 the assets and liabilities of the Saskatchewan Land Bank Commission were transferred to the Agricultural Division of the Heritage Fund. The amount of $184,436,000 is included in Non-Reimbursable Debt and is repayable from proceeds from the sale of land by the Heritage Fund.*

★★★ *The Saskatchewan Universities Commission was dissolved in 1983-84. $1,740,000 previously recoverable from the Commission is now recoverable from the University of Saskatchewan.*

Crown Investments Corporation of Saskatchewan

Overview

The Crown Investments Corporation of Saskatchewan (CIC) was originally established in 1947 under the name The Government Finance Office. The Corporation was continued by the Crown Corporations Act, 1978 and renamed Crown Investments Corporation of Saskatchewan.

CIC acts as a holding company for the Province's commercial Crown corporations and certain other investments. The Crown corporations provide power, telecommunications, financial and other services, and are involved in the development of natural resources.

On June 29, 1983, Premier Devine announced a new operating structure for Saskatchewan Crown corporations, which included the replacement of CIC with the Crown Management Board.

The annual report of CIC includes a consolidation statement of the financial results of the Province's commercial Crown corporations and a brief comment on their performance. Further information on each of the 16 commercial Crown corporations is available in their individual annual reports.

Financial Highlights

The difficult national and international economic conditions encountered in 1982 continued through much of 1983. Financing costs continued to be high, and the major resource corporations, which operate in a competitive international market environment, faced generally weak product demand and prices. The fourth quarter saw economic conditions begin to strengthen, however, and the year ended with a consolidated net loss of $54.7 million, a considerable improvement over the loss of $126 million reported in 1982.

Total revenues increased from $1.7 billion in 1982 to $1.9 billion, while total assets on a consolidated basis rose from $5.9 billion to $6.5 billion in 1983. Taxes and royalty payments made to the Province and municipalities by the corporations increased 16.4 per cent to $110.1 million from $94.6 million in 1982. Capital expenditures totalled $792 million in 1983 compared to $712 million in 1982.

Crown Investments Corporation of Saskatchewan Consolidated Statement of Financial Position

As at December 31
(Thousands of Dollars)

	1979	1980	1981	1982	1983
Assets					
Current	$ 387,051	$ 630,371	$ 606,811	$ 785,447	$ 735,970
Investments	310,165	340,241	447,999	525,743	552,595
Property, Plant and Equipment	2,691,335	3,293,704	3,884,760	4,390,717	4,973,117
Deferred Charges	80,655	98,400	121,631	155,128	215,574
Total Assets	$3,469,206	$4,362,716	$5,061,201	$5,857,035	$6,477,256
Liabilities and Province's Equity					
Current	$ 681,656	$1,229,583	$1,049,279	$1,157,345	$1,151,693
Deferred Revenue	—	—	28,779	66,068	130,014
Long-term Debt	1,755,955	1,866,227	2,395,328	3,179,479	3,791,343
Province of Saskatchewan's Equity	1,031,595	1,266,906	1,587,815	1,454,143	1,404,206
Total Liabilities and Province's Equity	$3,469,206	$4,362,716	$5,061,201	$5,857,035	$6,477,256

Crown Investments Corporation of Saskatchewan Consolidated Statement of Operations

For the Fiscal Year Ended December 31
(Thousands of Dollars)

	1979	1980	1981	1982	1983
Revenue					
Sales of Products and Services	$1,093,358	$1,313,116	$1,657,329	$1,613,648	$1,770,316
Revenue from Investments	36,913	57,705	74,641	80,730	86,175
Other	16,613	32,501	32,599	40,870	50,589
Total Revenue	$1,146,884	$1,403,322	$1,764,569	$1,735,248	$1,907,080
Expenses					
Operating Costs other than those listed below	$ 680,774	$ 801,940	$1,075,599	$1,270,729	$1,305,391
Interest	138,039	154,397	251,387	294,003	329,709
Depreciation and Depletion	120,275	133,900	191,218	201,868	216,582
Saskatchewan Taxes and Resource Payments	100,138	140,237	130,644	94,642	110,127
Total Expenses	$1,039,226	$1,230,474	$1,648,848	$1,861,242	$1,961,809
Earnings before Extraordinary Item	$ 107,658	$ 172,848	$ 115,721	$ (125,994)	$ (54,729)
Extraordinary Item	$ —	$ 9,756	$ —	$ —	$ —
Net Earnings	$ 107,658	$ 182,604	$ 115,721	$ (125,994)	$ (54,729)

For further information or additional copies, please contact:
Investment and Financial Services Division
Saskatchewan Finance
2350 Albert Street
Regina, Saskatchewan S4P 4A6
Tel.: (306) 565-6751